

GARY R. HERBERT

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Ionuom, 5, 2010

January 5, 2010

Elliot Finley, Resident Agent Hiawatha Coal Company P.O. Box 1240 Huntington, Utah 84528

Subject: 2008 Annual Report Review, Hiawatha Mine, C/007/0011, Task ID # 3460

Outgoing File

Dear Mr. Finley:

The Division staff has completed the 2008 Annual Report Review. Enclosed is a copy of the review for Hiawatha Mine, C/007/0011 completed on January 4, 2010.

Thank you for your diligence in completing the Annual Report. If you have any questions, please call me at (801) 538-5325.

Sincerely,

Daron Haddock
Permit Supervisor

sqs Enclosure O:\007011.HIA\FINAL\reviewletter.doc



Haddock

This Annual Report shows information the Division has for your mine. Please review the information to see if it is current. If the information needs to be updated please do so in this document. At the end of each section the operator is asked to verify if the information is correct. Please answer these questions and make all comments on this document. Submit the completed document and any additional information identified in the Appendicies to the Division by April 30, 2009. During a complete inspection an inspector will check and verify the information. To enter text, click in the cell and type your response. You can use the tab key to move from one field to the next. To enter an X in a box, click next to the box, right click, and select properties, then the checked circle, then hit enter, or hit the unchecked circle if the X is to be removed.

GENERAL INFORMATION

Permitte Name	Hiawatha Coal Company				
Mine Name	Hiawatha Complex				
Operator Name					
(If other then permittee)					
Permit Expiration Date	March 14, 2012				
Permit Number	C/007/0011				
Authorized Representative Title	Elliot Finley, President				
Phone Number	(435) 637-1778				
Fax Number	(435) 637-1378				
E-mail Address	efinley@efinley.com				
Mailing Address	P.O. Box 1202, Huntington, Utah 84528				
Designated Representative					
Resident Agent	Elliot Finely, President				
Resident Agent Mailing Address	Same as above.				
Number of Binders Submitted					
Operator, please update any incorrect information.					

IDENTIFICATION OF OTHER PERMITS

Identify other permits that are required in conjunction with mining and reclamation activities.

Permit Type	ID Number	Description	Expiration Date	
MSHA Mine ID(s)	42-12157	King Mines	N/A	
MSHA Impoundment(s)	01	Slurry Impoundment #1	N/A	
	03	Slurry Impoundment #5	N/A	
NPDES/UPDES Permit(s)	UT0030942	UPDES, Minor Industrial	September 3, 2009	
PSD Permit(s) (Air)	DAQE-50289-00	Issued October 29, 1999	N/A	
Refuse Piles	04	Refuse Pile No. 1	N/A	
Other				
	_			
Onarator places undet				

Operator, please update any incorrect information.

CERTIFIED REPORTS
List the certified inspection reports as required by the rules and under the approved plan that must be periodically submitted to the Division. Specify whether the information is included as Appendix A to this report or currently on file with the Division.
Certified Reports: Required Included or DOGM file location Yes No Included Vol, Chapter, Page
Excess Spoil Piles
Refuse Piles
Impoundments
Other
Operator Comments:
Inspector: Has the operator complied with this section? Yes No Inspector Comments:
Only if the refuse pile inspections were submitted to the Division for other three quarters.
COMMITMENTS AND CONDITIONS
The Permittee is responsible for ensuring annual technical commitments in the MRP and conditions accepted with the permit are completed throughout the year. The Division has identified these commitments below and has provided space for you to report what you have done during the past year for each commitment. If the particular section is blank, no commitment has been identified and no response is required for this report. If additional written response is required, it should be filed under Appendix B to this report.
Admin R645-301-100

Soils R645-301-200

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TITLE: CREATE A NON-TOXIC ROOT ZONE OF FOUR FEET Frequency: After rough grading to final contour, but prior to topsoil application at final reclamation. Status: Long term Reports: Report analytical results to Division prior to topsoil application. Citation: Chap 2., Sec R645-301-241 "Regrading Refuse Materials" p.2-40	Frequency: After rough grading to final contour, but prior to topsoil application at final reclamation. Status: Long term Reports: Report analytical results to Division prior to topsoil application.	
Operator: Has this commitment been acted on this year?	Operator: Has this commitment been acted on this year?	
Yes No Not required this year. If yes, comment; Operator Comments: No re-grading has taken place last year.	Operator Comments:	
Inspector: Has the operator complied with this commitment? Yes No Inspector Comments:	Has the operator complied with this commitment? Yes No	
No, comments are in the annual report.	No, comments are in the annual report.	
Title: REMOVAL OF COAL WASTE FROM RAIL ROAD TRACKS AND OF SMALL WASTE PILES ADJACENT TO LOWER PREPARATION PLANT AND PLACEMENT OF COAL WASTE IN SLURRY POND 1. Objective: Create a non-toxic root zone of four feet Frequency: After removal of railroad tracks from Hiawatha yard. Status: Long term, final reclamation of Slurry Pond 1. Reports: Keep records of activity/volumes to report in bond release application. Citation: Chap 5., Sec R645-301-541 Hiawatha processing plant and waste disposal sites reclamation" p.5-104. Yes No Not required this year. If yes, comment; Operator Comments: Permittee has not reclaim this area. Inspector: Has the operator complied with this commitment? Yes No Inspector Comments: Same as above!	ADJACENT TO LOWER PREPARATION PLANT AND PLACEMENT OF COAL WASTE IN SLURRY PONI 1. Objective: Create a non-toxic root zone of four feet Frequency: After removal of railroad tracks from Hiawatha yard. Status: Long term, final reclamation of Slurry Pond 1. Reports: Keep records of activity/volumes to report in bond release application. Citation: Chap 5., Sec R645-301-541 Hiawatha processing plant and waste disposal sites reclamation" p.5-104. Yes No Not required this year. If yes, comment; Operator Comments: Permittee has not reclaim this area. Inspector: Has the operator complied with this commitment? Yes No Inspector Comments:)
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Inspector: Has the operator complied fully with this commitment? Yes No Inspector Comments:	
TITLE: COAL MINE WASTE CLEAN UP. Objective: Remove coal mine waste from areas from perimeter of slurry ponds and refuse piles Frequency: After rough grading to final contour, but prior to topsoil application at final reclamation. Status: long term Reports: Keep records of activity/volumes to report in bond release application. Citation: Chap 5., Sec R645-301-541 "Hiawatha processing plant and waste disposal sites reclamation" p.5-104 and Ex.II-4A.	103 and p. 5-
Operator: Has this commitment been acted on this year? Yes \[\sum \ \No \sum \text{Not required this year.} \sum \subseteq \text{If yes, comment;} \] Operator Comments:	
Inspector: Has the operator complied with this commitment? Yes No Inspector Comments	
Outslope of slurry pond #4 has coal fines.	
Landuse, Cultural Resources, Air Quality R645-301- 400	
Engineering R645-301-500	
Geology R645-301-600	
Hydrology R645-301-700	
Bonding & Insurance R645-301-800	
Other Commitments	
*Reminder: If equipment has been abandoned during 2008, an amendment must be submitted that includes a showing its location, a description of what was abandoned, whether there were any hazardous or toxic mate revision to the PHC as necessary.	
Inspector: Has the operator complied fully with this commitment? Yes ☑ No ☐ Inspector Comments	

No underground mining has occurred in 2007 and 2008.

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REPORTING OF OTHER	TECH	INICA	L DATA			
List other technical data and information as required under the approved plan, which must be periodically submitted to the Division. Specify whether the information is included as Appendix B to this report or currently on file with the Division.						
Operator Comments:						
Inspector: Has the operator complied with t Inspector Comments:	this sec	tion? Y	es 🛭 N	√o □		
LEGAL, FINANCIAL, COM	MPLL	ANCE	AND REL	ATED	INFORMATION	
Change in administration or corporate structure can often bring about necessary changes to information found in the mining and reclamation plan. The Division is Requesting that each Permittee review and update the legal, financial, compliance and related information in the plan as part of the annual report. Please provide the Department of Commerce, Annual Report of Officers, or other equivalent information as necessary to ensure that the information provided in the plan is current. Provide any other change as necessary regarding land ownership, lease acquisitions, legal results from appeals of violations, or other changes as necessary to update information required in the mining and reclamation plan. Include certified financial statements, audits or worksheets, which may be required to meet bonding requirements. Specify whether the information is currently on file with the Division or included as Appendix C to the report. Legal / Financial Update Required Included or DOGM File location						
	Yes	NO	Included		Vol, Chapter, Page	
Department of Commerce, Annual Report Officers			\boxtimes			
Other						
Inspector: Has the operator complied with t Inspector Comments	his cor	nmitme	nt? Yes ⊠	No		

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2008 ANNUAL REPORT MAPS	Page 6
Copies of mine maps, current and up-t Division as Appendix D to this report in accor-	-date through at least December 31, 2008, are to be provided to the ance with the requirements of R 645-301-525.240. The map copies shall required by MSHA. Mine maps are not considered confidential. (Please
Confidential information is limited to:	
R645-300-124.310. Information that pertain mined, except information on components of suc	only to the analysis of the chemical and physical properties of the coal to be coal which are potentially toxic in the environment.
R645-300-124.330. Information on the naturequired under the Archeological Resources Prot	e and location of archeological resources on public land and Indian land as tion Act of 1979 (P. L. 96-95, 93 Stat. 721, 16 U.S.C. 470).
determined by the Division in consultation with sufficient to design the protection and enhancem	R645-301-322.100, the scope and level of detail for such information will be ate and federal agencies with responsibilities for fish and wildlife and will be not plan required under R645-301-333 and R645-301-322.230, other species or requiring special protection under state or federal law; R645-301-333.300, and the active mining phase of operation.
The Division will provide procedures, included disclosure. Map Number(s) Map Title/ De	eg notice and opportunity to be heard for persons both seeking and opposing cription
Annual subsidence map	Yes
Mine map	No
Other maps	Confidential
Other maps	Yes No
Operator Comments: Inspector: Has the operator complied with this section? Y	s ⊠ No □

Inspector Comments:

No underground mine for years.

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OTHER INFORMATION			
Please provide any comments of further is other attachments are to be provided as Appendix then by individual mine, please identify each of the state of the stat	x E to this report.	ncluded as part of the Annual Report. Any If information is submitted as a group rath the list below.	, er
Additional attachment to this report?	Yes	No 🖂	
Operator Comments:			
Inspector: Has the operator complied with this section? Yes Inspector Comments:	No 🗌		

APPENDIX A

Certified Reports

Excess Spoil Piles Refuse Piles Impoundments

As required under R645-301-514

APPENDIX B

Reporting of Technical Data

Including monitoring data, reports, maps, and other information As required under the approved plan or as required by the Division

In accordance with the requirement of R645-310-130 and R645-301-140

APPENDIX C

Legal Financial, Compliance and Related Information

Annual Report of Officers As submitted to the Utah Department of Commerce

Other change in ownership and control information
As required under R645-301-110

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APPENDIX D

Mine Maps

As required under R645-302-525-270

APPENDIX E

Other Information

In accordance with the requirements of R645-301 and R645-302